

## Internal Service Funds

### Internal Service Funds

*Internal Service Funds account for the operations of State agencies that render services to other State agencies, institutions, or other governmental units of the Commonwealth on a cost-reimbursement basis.*

**Virginia Information Technologies Agency** accounts for the installation and maintenance of the State government's telephone system; the development, use and maintenance of the Commonwealth's data processing systems; and the development of automated systems.

**Virginia Correctional Enterprises** accounts for the manufacturing activities of the State's correctional facilities.

**Health Care** accounts for the health insurance programs provided to State employees.

**Fleet Management** accounts for the Commonwealth's motor vehicle pool.

**Maintenance and Repair** accounts for services outside the scope of normal maintenance or custodial services provided to agencies by the Bureau of Facilities Management.

**Virginia Distribution Center** accounts for supplies purchased for and used by State agencies.

**Risk Management** accounts for the insurance programs provided to State agencies and institutions.

**Consolidated Laboratory** accounts for the Commonwealth's water testing services.

**Federal Surplus Property** accounts for the transfer and sale of Federally-owned surplus property.

**State Surplus Property** accounts for the transfer and sale of State-owned surplus property.

**Graphic Communications** accounts for the Commonwealth's graphic design division.

**Property Disposal** accounts for the disposal of State-owned property.

**Engineering Services** reviews, approves, or recommends changes to the Commonwealth's capital outlay projects.

## Combining Statement of Net Assets – Internal Service Funds

June 30, 2004

(Dollars in Thousands)

	Virginia Information Technology Agency	Virginia Correctional Enterprises	Health Care
<b>Assets</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 20,011	\$ 7,047	\$ 40,825
Investments	-	-	10,833
Receivables, Net	3,148	2,178	10,693
Due From Other Funds	12,658	2,052	12,135
Inventory	-	10,575	-
Prepaid Items	2,816	-	-
Other Assets	8	4	-
<b>Total Current Assets</b>	<b>38,641</b>	<b>21,856</b>	<b>74,486</b>
Noncurrent Assets:			
Prepaid Items	-	-	840
Nondepreciable Capital Assets	-	-	-
Depreciable Capital Assets, Net	18,778	5,476	-
<b>Total Noncurrent Assets</b>	<b>18,778</b>	<b>5,476</b>	<b>840</b>
<b>Total Assets</b>	<b>57,419</b>	<b>27,332</b>	<b>75,326</b>
<b>Liabilities</b>			
Current Liabilities:			
Accounts Payable	9,969	1,717	3,615
Amounts Due to Other Governments	843	-	-
Due to Other Funds	91	58	-
Interfund Payable	-	-	-
Deferred Revenue	404	1,136	-
Claims Payable	-	-	85,706
Obligations Under Securities Lending Program	-	-	10,833
Other Liabilities	-	-	-
Long-Term Liabilities Due within One Year	7,735	235	-
<b>Total Current Liabilities</b>	<b>19,042</b>	<b>3,146</b>	<b>100,154</b>
Noncurrent Liabilities:			
Interfund Payable	-	-	-
Claims Payable	-	-	-
Long-Term Liabilities Due in More Than One Year	13,969	2,563	-
<b>Total Noncurrent Liabilities</b>	<b>13,969</b>	<b>2,563</b>	<b>-</b>
<b>Total Liabilities</b>	<b>33,011</b>	<b>5,709</b>	<b>100,154</b>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	7,138	4,518	-
Unrestricted	17,270	17,105	(24,828)
<b>Total Net Assets</b>	<b>\$ 24,408</b>	<b>\$ 21,623</b>	<b>\$ (24,828)</b>

<b>Fleet Management</b>	<b>Maintenance and Repair</b>	<b>Virginia Distribution Center</b>	<b>Risk Management</b>	<b>Consolidated Laboratory</b>	<b>Federal Surplus Property</b>	<b>State Surplus Property</b>
\$ 490	\$ 9,343	\$ 549	\$ 93,452	\$ 526	\$ 364	\$ 348
-	-	-	22,894	-	-	-
156	78	578	138	3	94	8
743	853	699	398	-	8	1
21	228	3,754	-	-	79	-
-	-	-	-	-	-	-
-	-	-	1,025	-	1	-
1,410	10,502	5,580	117,907	529	546	357
-	-	-	-	-	-	-
-	-	-	-	-	150	-
23,167	658	10,805	-	330	147	3
23,167	658	10,805	-	330	297	3
24,577	11,160	16,385	117,907	859	843	360
430	1,738	569	8,951	70	116	21
-	1,150	-	-	-	-	-
1	13	1	1	-	1	-
-	-	732	-	-	-	-
-	7,317	-	29,532	-	-	-
-	-	-	68,850	-	-	-
-	-	-	22,894	-	-	-
-	-	-	6,162	-	-	1
31	506	55	47	65	32	15
462	10,724	1,357	136,437	135	149	37
-	-	8,119	-	-	-	-
-	-	-	150,655	-	-	-
237	1,487	174	218	261	104	43
237	1,487	8,293	150,873	261	104	43
699	12,211	9,650	287,310	396	253	80
23,167	484	1,954	-	330	297	3
711	(1,535)	4,781	(169,403)	133	293	277
\$ 23,878	\$ (1,051)	\$ 6,735	\$ (169,403)	\$ 463	\$ 590	\$ 280

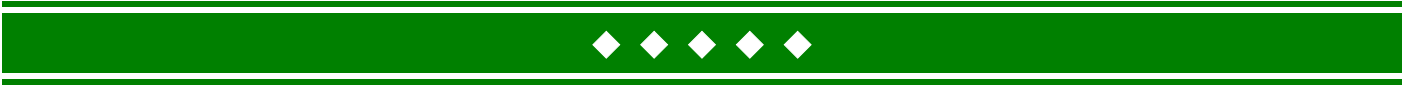
Continued on next page

**Combining Statement of Net Assets – Internal Service Funds** (Continued from previous page)

June 30, 2004

(Dollars in Thousands)

	Graphic Communications	Property Disposal	Engineering Services	Total
<b>Assets</b>				
Current Assets:				
Cash and Cash Equivalents	\$ 102	\$ 102	\$ 307	\$ 173,466
Investments	-	-	-	33,727
Receivables, Net	23	-	212	17,309
Due From Other Funds	23	-	148	29,718
Inventory	-	-	-	14,657
Prepaid Items	-	-	-	2,816
Other Assets	-	-	-	1,038
Total Current Assets	148	102	667	272,731
Noncurrent Assets:				
Prepaid Items	-	-	-	840
Nondepreciable Capital Assets	-	-	-	150
Depreciable Capital Assets, Net	-	-	-	59,364
Total Noncurrent Assets	-	-	-	60,354
Total Assets	148	102	667	333,085
<b>Liabilities</b>				
Current Liabilities:				
Accounts Payable	10	40	119	27,365
Amounts Due to Other Governments	-	-	-	1,993
Due to Other Funds	6	-	1	173
Interfund Payable	-	-	-	732
Deferred Revenue	32	-	3	38,424
Claims Payable	-	-	-	154,556
Obligations Under Securities Lending Program	-	-	-	33,727
Other Liabilities	-	-	-	6,163
Long-Term Liabilities Due within One Year	9	-	111	8,841
Total Current Liabilities	57	40	234	271,974
Noncurrent Liabilities:				
Interfund Payable	-	-	-	8,119
Claims Payable	-	-	-	150,655
Long-Term Liabilities Due in More Than One Year	62	-	160	19,278
Total Noncurrent Liabilities	62	-	160	178,052
Total Liabilities	119	40	394	450,026
<b>Net Assets</b>				
Invested in Capital Assets, Net of Related Debt	-	-	-	37,891
Unrestricted	29	62	273	(154,832)
Total Net Assets	\$ 29	\$ 62	\$ 273	\$ (116,941)



**Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets –  
Internal Service Funds**

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Virginia Information Technology Agency	Virginia Correctional Enterprises	Health Care
<b>Operating Revenues:</b>			
Charges for Sales and Services	\$ 112,717	\$ 41,890	\$ 638,797
Other	-	-	130
Total Operating Revenues	112,717	41,890	638,927
<b>Operating Expenses:</b>			
Cost of Sales and Services	-	31,330	-
Prizes and Claims	-	-	613,119
Personal Services	28,968	3,499	-
Contractual Services	63,555	1,278	30,862
Supplies and Materials	356	528	-
Depreciation and Amortization	7,880	1,424	-
Rent, Insurance, and Other Related Charges	8,642	372	-
Interest Expense	-	-	-
Other	1,195	362	-
Total Operating Expenses	110,596	38,793	643,981
Operating Income (Loss)	2,121	3,097	(5,054)
<b>Nonoperating Revenues (Expenses):</b>			
Interest, Dividends, Rents, and Other Investment Income	(492)	(257)	937
Other	(151)	167	(35)
Total Nonoperating Revenues (Expenses)	(643)	(90)	902
Income (Loss) Before Transfers	1,478	3,007	(4,152)
Transfers In	25	-	225
Transfers Out	(522)	(1,240)	-
Change in Net Assets	981	1,767	(3,927)
Total Net Assets (Deficit), July 1	23,427	19,856	(20,901)
Total Net Assets (Deficit), June 30	\$ 24,408	\$ 21,623	\$ (24,828)

<b>Fleet Management</b>	<b>Maintenance and Repair</b>	<b>Virginia Distribution Center</b>	<b>Risk Management</b>	<b>Consolidated Laboratory</b>	<b>Federal Surplus Property</b>	<b>State Surplus Property</b>
\$ 12,757	\$ 26,128	\$ 25,794	\$ 63,981	\$ 1,730	\$ 1,011	\$ 902
-	-	-	262	-	-	-
<u>12,757</u>	<u>26,128</u>	<u>25,794</u>	<u>64,243</u>	<u>1,730</u>	<u>1,011</u>	<u>902</u>
-	-	21,634	-	-	-	-
-	-	-	81,510	-	-	-
828	7,534	1,099	1,036	1,124	293	245
1,919	4,828	1,316	8,055	137	54	364
2,572	3,281	70	5	257	480	11
6,073	128	650	-	127	10	3
146	6,705	285	7,926	153	83	192
-	-	95	-	-	-	-
59	2,811	122	24	15	3	1
<u>11,597</u>	<u>25,287</u>	<u>25,271</u>	<u>98,556</u>	<u>1,813</u>	<u>923</u>	<u>816</u>
<u>1,160</u>	<u>841</u>	<u>523</u>	<u>(34,313)</u>	<u>(83)</u>	<u>88</u>	<u>86</u>
-	(11)	-	1,803	-	-	-
(279)	-	-	(63)	-	-	-
(279)	(11)	-	1,740	-	-	-
881	830	523	(32,573)	(83)	88	86
-	13	-	285	283	-	-
(2,520)	(19)	-	(149)	-	-	-
(1,639)	824	523	(32,437)	200	88	86
25,517	(1,875)	6,212	(136,966)	263	502	194
<u>\$ 23,878</u>	<u>\$ (1,051)</u>	<u>\$ 6,735</u>	<u>\$ (169,403)</u>	<u>\$ 463</u>	<u>\$ 590</u>	<u>\$ 280</u>

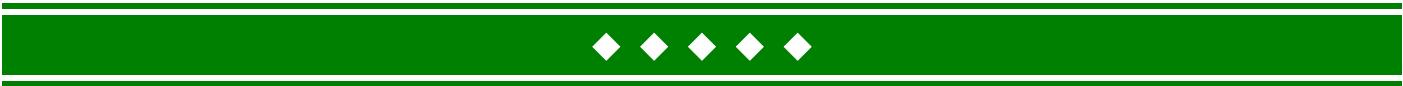
Continued on next page

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets –  
Internal Service Funds** *(Continued from previous page)*

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Graphic Communications	Property Disposal	Engineering Services	Total
<b>Operating Revenues:</b>				
Charges for Sales and Services	\$ 418	\$ 17	\$ 2,316	\$ 928,458
Other	-	-	-	392
Total Operating Revenues	418	17	2,316	928,850
<b>Operating Expenses:</b>				
Cost of Sales and Services	-	-	-	52,964
Prizes and Claims	-	-	-	694,629
Personal Services	268	-	1,889	46,783
Contractual Services	100	43	31	112,542
Supplies and Materials	9	-	13	7,582
Depreciation and Amortization	-	-	-	16,295
Rent, Insurance, and Other Related Charges	40	-	232	24,776
Interest Expense	-	-	-	95
Other	9	-	37	4,638
Total Operating Expenses	426	43	2,202	960,304
Operating Income (Loss)	(8)	(26)	114	(31,454)
<b>Nonoperating Revenues (Expenses):</b>				
Interest, Dividends, Rents, and Other Investment Income	-	-	-	1,980
Other	-	-	-	(361)
Total Nonoperating Revenues (Expenses)	-	-	-	1,619
Income (Loss) Before Transfers	(8)	(26)	114	(29,835)
Transfers In	51	-	271	1,153
Transfers Out	(51)	-	-	(4,501)
Change in Net Assets	(8)	(26)	385	(33,183)
Total Net Assets (Deficit), July 1	37	88	(112)	(83,758)
Total Net Assets (Deficit), June 30	\$ 29	\$ 62	\$ 273	\$ (116,941)





## Combining Statement of Cash Flows – Internal Service Funds

For the Fiscal Year Ended June 30, 2004

(Dollars in Thousands)

	Virginia Information Technology Agency	Virginia Correctional Enterprises	Health Care
<b>Cash Flows from Operating Activities:</b>			
Receipts for Sales and Services	\$ 8,004	\$ 11,386	\$ 637,257
Internal Activity-Receipts from Other Funds	108,600	31,250	-
Internal Activity-Payments to Other Funds	(2,073)	(1,225)	-
Payments to Suppliers for Goods and Services	(5,855)	(31,898)	-
Payments for Prizes, Claims, and Loss Control	-	-	(606,602)
Payments to Employees	(29,394)	(3,392)	-
Other Operating Revenue	10	-	130
Other Operating Expense	(65,502)	(1,010)	(30,845)
Net Cash Provided by (Used for) Operating Activities	13,790	5,111	(60)
<b>Cash Flows from Noncapital Financing Activities:</b>			
Transfers In From Other Funds	25	-	-
Transfers Out to Other Funds	(522)	(1,240)	-
Other Noncapital Financing Receipt Activities	-	-	-
Other Noncapital Financing Disbursement Activities	-	-	-
Net Cash Provided by (Used for) Noncapital Financing Activities	(497)	(1,240)	-
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition of Capital Assets	(2,296)	(2,124)	-
Payment of Principal and Interest on Bonds and Notes	(5,871)	(523)	-
Proceeds from Sale of Capital Assets	824	-	-
Net Cash Provided By (Used for) Capital and Related Financing Activities	(7,343)	(2,647)	-
<b>Cash Flows from Investing Activities:</b>			
Investment Income on Cash, Cash Equivalents, and Investments	-	-	902
Net Cash Provided by (Used for) Investing Activities	-	-	902
Net Increase (Decrease) in Cash and Cash Equivalents	5,950	1,224	842
<b>Cash and Cash Equivalents, July 1</b>	14,069	5,827	39,983
<b>Cash and Cash Equivalents, June 30</b>	<u>\$ 20,019</u>	<u>\$ 7,051</u>	<u>\$ 40,825</u>
<b>Reconciliation of Cash and Cash Equivalents:</b>			
Per the Statement of Net Assets:			
Cash and Cash Equivalents	\$ 20,011	\$ 7,047	\$ 40,825
Cash and Travel Advances	8	4	-
Cash and Cash Equivalents per the Statement of Cash Flows	<u>\$ 20,019</u>	<u>\$ 7,051</u>	<u>\$ 40,825</u>

<u>Fleet Management</u>	<u>Maintenance and Repair</u>	<u>Virginia Distribution Center</u>	<u>Risk Management</u>	<u>Consolidated Laboratory</u>	<u>Federal Surplus Property</u>	<u>State Surplus Property</u>
\$ 197	\$ 136	\$ 4,977	\$ 69,074	\$ 39	\$ 734	\$ 895
12,465	27,905	20,672	-	1,688	275	5
(3,440)	(364)	(1,184)	-	(40)	(18)	(16)
(1,267)	(12,716)	(21,410)	-	(408)	(693)	(198)
-	-	-	(50,125)	-	-	-
(811)	(7,464)	(1,103)	(1,022)	(1,120)	(286)	(242)
-	-	-	262	-	-	-
(310)	(4,705)	(1,475)	(14,697)	(148)	(44)	(360)
<u>6,834</u>	<u>2,792</u>	<u>477</u>	<u>3,492</u>	<u>11</u>	<u>(32)</u>	<u>84</u>
-	13	-	-	283	-	-
(2,520)	(19)	-	(149)	-	-	-
-	-	-	-	-	-	1
-	-	(632)	-	-	-	-
<u>(2,520)</u>	<u>(6)</u>	<u>(632)</u>	<u>(149)</u>	<u>283</u>	<u>-</u>	<u>1</u>
(4,364)	(6)	-	-	(48)	-	-
-	(69)	-	-	-	-	-
<u>495</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(3,869)</u>	<u>(75)</u>	<u>-</u>	<u>-</u>	<u>(48)</u>	<u>-</u>	<u>-</u>
-	-	-	1,741	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,741</u>	<u>-</u>	<u>-</u>	<u>-</u>
445	2,711	(155)	5,084	246	(32)	85
45	6,632	704	89,393	280	397	263
<u>\$ 490</u>	<u>\$ 9,343</u>	<u>\$ 549</u>	<u>\$ 94,477</u>	<u>\$ 526</u>	<u>\$ 365</u>	<u>\$ 348</u>
\$ 490	\$ 9,343	\$ 549	\$ 93,452	\$ 526	\$ 364	\$ 348
-	-	-	1,025	-	1	-
<u>\$ 490</u>	<u>\$ 9,343</u>	<u>\$ 549</u>	<u>\$ 94,477</u>	<u>\$ 526</u>	<u>\$ 365</u>	<u>\$ 348</u>

Continued on next page

**Combining Statement of Cash Flows – Internal Service Funds** (Continued from previous page)

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Graphic Communications	Property Disposal	Engineering Services	Total
<b>Cash Flows from Operating Activities:</b>				
Receipts for Sales and Services	\$ 31	\$ 17	\$ -	\$ 732,747
Internal Activity-Receipts from Other Funds	329	-	2,279	205,468
Internal Activity-Payments to Other Funds	(27)	-	(83)	(8,470)
Payments to Suppliers for Goods and Services	(36)	-	(205)	(74,686)
Payments for Prizes, Claims, and Loss Control	-	-	-	(656,727)
Payments to Employees	(266)	-	(1,753)	(46,853)
Other Operating Revenue	-	-	-	402
Other Operating Expense	(108)	(43)	(25)	(119,272)
Net Cash Provided by (Used for) Operating Activities	(77)	(26)	213	32,609
<b>Cash Flows from Noncapital Financing Activities:</b>				
Transfers In From Other Funds	51	-	271	643
Transfers Out to Other Funds	(51)	-	-	(4,501)
Other Noncapital Financing Receipt Activities	-	-	-	1
Other Noncapital Financing Disbursement Activities	-	-	(350)	(982)
Net Cash Provided by (Used for) Noncapital Financing Activities	-	-	(79)	(4,839)
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Acquisition of Capital Assets	-	-	-	(8,838)
Payment of Principal and Interest on Bonds and Notes	-	-	-	(6,463)
Proceeds from Sale of Capital Assets	-	-	-	1,319
Net Cash Provided By (Used for) Capital and Related Financing Activities	-	-	-	(13,982)
<b>Cash Flows from Investing Activities:</b>				
Investment Income on Cash, Cash Equivalents, and Investments	-	-	-	2,643
Net Cash Provided by (Used for) Investing Activities	-	-	-	2,643
Net Increase (Decrease) in Cash and Cash Equivalents	(77)	(26)	134	16,431
<b>Cash and Cash Equivalents, July 1</b>	179	128	173	158,073
<b>Cash and Cash Equivalents, June 30</b>	<u>\$ 102</u>	<u>\$ 102</u>	<u>\$ 307</u>	<u>\$ 174,504</u>
<b>Reconciliation of Cash and Cash Equivalents:</b>				
Per the Statement of Net Assets:				
Cash and Cash Equivalents	\$ 102	\$ 102	\$ 307	\$ 173,466
Cash and Travel Advances	-	-	-	1,038
Cash and Cash Equivalents per the Statement of Cash Flows	<u>\$ 102</u>	<u>102</u>	<u>\$ 307</u>	<u>\$ 174,504</u>

	Virginia Information Technology Agency	Virginia Correctional Enterprises	Health Care
<b>Reconciliation of Operating Income</b>			
<b>To Net Cash Provided by (Used for)</b>			
<b>Operating Activities:</b>			
Operating Income (Loss)	\$ 2,121	\$ 3,097	\$ (5,054)
<b>Adjustments to Reconcile Operating</b>			
<b>Income to Net Cash Provided by (Used for)</b>			
<b>Operating Activities:</b>			
Depreciation and Amortization	7,880	1,424	-
Miscellaneous Nonoperating Income	12	163	-
<b>Change in Assets and Liabilities:</b>			
(Increase) Decrease in Accounts Receivable	394	134	(3,279)
(Increase) Decrease in Due From Other Funds	397	(55)	1,739
(Increase) Decrease in Inventory	-	(459)	-
(Increase) Decrease in Prepaid Items	677	-	-
Increase (Decrease) in Accounts Payable	2,332	121	(373)
Increase (Decrease) in Amounts Due to Other Governments	-	-	-
Increase (Decrease) in Claims Payable	-	-	6,907
Increase (Decrease) in Due to Other Funds	(86)	46	-
Increase (Decrease) in Deferred Revenue	106	506	-
Increase (Decrease) in Other Liabilities	(617)	-	-
Increase (Decrease) in Long-Term Liabilities: Due within One Year	118	(26)	-
Increase (Decrease) in Long-Term Liabilities: Due in More Than One Year	456	160	-
Net Cash Provided by (Used for) Operating Activities	<u>\$ 13,790</u>	<u>\$ 5,111</u>	<u>\$ (60)</u>
<b>Noncash Investing, Capital, and Financing Activities:</b>			
The following transactions occurred prior to the statement of net assets date:			
Increase in Inventory Reserve	\$ -	\$ 150	\$ -
Trade-ins of Used Equipment on New Equipment	-	(12)	-
Installment Purchases Used to Finance Capital Assets	2,968	-	-
Capital Asset Addition Included in Accounts Payable	-	(15)	-
Total Noncash, Investing, Capital, and Financing Activities	<u>\$ 2,968</u>	<u>\$ 123</u>	<u>\$ -</u>

Continued on next page

**Combining Statement of Cash Flows – Internal Service Funds** (Continued from previous page)

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	<u>Fleet Management</u>	<u>Maintenance and Repair</u>	<u>Virginia Distribution Center</u>
<b>Reconciliation of Operating Income</b>			
<b>To Net Cash Provided by (Used for)</b>			
<b>Operating Activities:</b>			
Operating Income (Loss)	\$ 1,160	\$ 841	\$ 523
<b>Adjustments to Reconcile Operating</b>			
<b>Income to Net Cash Provided by (Used for)</b>			
<b>Operating Activities:</b>			
Depreciation and Amortization	6,073	128	650
Miscellaneous Nonoperating Income	-	-	-
<b>Change in Assets and Liabilities:</b>			
(Increase) Decrease in Accounts Receivable	(92)	498	39
(Increase) Decrease in Due From Other Funds	17	(802)	(184)
(Increase) Decrease in Inventory	3	(3)	(385)
(Increase) Decrease in Prepaid Items	-	-	-
Increase (Decrease) in Accounts Payable	(339)	68	(167)
Increase (Decrease) in Amounts Due to Other Governments	-	1,150	-
Increase (Decrease) in Claims Payable	-	-	-
Increase (Decrease) in Due to Other Funds	(1)	1	(1)
Increase (Decrease) in Deferred Revenue	-	1,882	-
Increase (Decrease) in Other Liabilities	-	(1,039)	-
Increase (Decrease) in Long-Term Liabilities: Due within One Year	(3)	(1)	(8)
Increase (Decrease) in Long-Term Liabilities: Due in More Than One Year	16	69	10
Net Cash Provided by (Used for) Operating Activities	<u>\$ 6,834</u>	<u>\$ 2,792</u>	<u>\$ 477</u>
<b>Noncash Investing, Capital, and Financing Activities:</b>			
The following transactions occurred prior to the statement of net assets date:			
Increase in Inventory Reserve	\$ -	\$ -	\$ -
Trade-ins of Used Equipment on New Equipment	-	-	-
Installment Purchases Used to Finance Capital Assets	-	-	-
Capital Asset Addition Included in Accounts Payable	-	-	-
Total Noncash, Investing, Capital, and Financing Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Risk Management</u>	<u>Consolidated Laboratory</u>	<u>Federal Surplus Property</u>	<u>State Surplus Property</u>	<u>Graphic Communications</u>	<u>Property Disposal</u>	<u>Engineering Services</u>	<u>Total</u>
\$ (34,313)	\$ (83)	\$ 88	\$ 86	\$ (8)	\$ (26)	\$ 114	\$ (31,454)
-	127	10	3	-	-	-	16,295
4,170	-	-	-	-	-	-	4,345
(58)	(3)	(1)	-	(1)	-	(22)	(2,391)
87	-	(2)	(1)	11	-	(18)	1,189
-	-	(48)	-	-	-	-	(892)
-	-	-	-	-	-	-	677
2,292	(36)	(84)	(5)	(11)	-	83	3,881
-	-	-	-	-	-	-	1,150
30,277	-	-	-	-	-	-	37,184
(1)	-	(1)	-	(2)	-	(1)	(46)
1,035	-	-	-	(67)	-	4	3,466
-	-	-	-	-	-	-	(1,656)
15	(2)	1	1	(4)	-	6	97
(12)	8	5	-	5	-	47	764
<u>\$ 3,492</u>	<u>\$ 11</u>	<u>\$ (32)</u>	<u>\$ 84</u>	<u>\$ (77)</u>	<u>\$ (26)</u>	<u>\$ 213</u>	<u>\$ 32,609</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150
-	-	-	-	-	-	-	(12)
-	-	-	-	-	-	-	2,968
-	-	-	-	-	-	-	(15)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,091</u>

---

## Fiduciary Funds

---

### Private Purpose Funds

*Private Purpose Funds are trust arrangements that benefit individuals, private organizations, or other governments.*

**Unclaimed Property** accounts for unclaimed and escheat property.

**Education Savings Trust Funds** account for the activities of the Virginia Education Savings Trust and College America programs, which are voluntary, non-guaranteed, higher educational investment programs offered by the Virginia College Savings Plan.

**Loan Servicing Reserve** accounts for funds that are used to service loan activities for individual loans in order to meet the provisions of the Declarations of the dissolved Virginia Education Loan Authority.

**Edvantage Reserve** accounts for funds that are used to service loan activities for individual loans in order to meet the provisions of the dissolved Student Education Assistance Authority.

**Virginia Revolving Farm Loan Program** accounts for trust funds that are used to provide loans to individual farmers for rural rehabilitation purposes.

**Miscellaneous Trust Funds** account for perpetual trusts created through donation to the state. Earnings are used for the benefit of donor-specified local entities.

---

### Pension Trust Funds

*Pension Trust Funds reflect the activities of the retirement systems and postemployment benefits administered by the Virginia Retirement System (VRS) for the Commonwealth.*

**The Virginia Retirement System** provides retirement benefits to Commonwealth employees, teachers, political subdivision employees, and other qualifying employees.

**The State Police Officers' Retirement System** provides retirement benefits to Virginia state police officers.

**The Judicial Retirement System** provides retirement benefits to the Commonwealth's judiciary.

**The Virginia Law Officers' Retirement System** provides retirement benefits to correctional officers, capital police officers, university police officers, and game wardens.

**Political Appointees** provides optional retirement benefits to selected officials and administrative staff.

**Other Employment Retiree Health Insurance Credit Fund** accounts for the health insurance credits provided by the Commonwealth which offset a portion of the retirees' monthly insurance premiums.

**Other Employment Group Life Fund** provides life insurance coverage to members of the retirement systems.

**Other Employment Virginia Sickness and Disability** provides income protection to Commonwealth employees for absences caused by sickness or disability.

**Other Employment Volunteer Firefighters' and Rescue Squad Workers' Fund** provides optional retirement benefits to volunteer firefighters and rescue squad workers.

---

### Investment Trust Funds

*Investment Trust Funds reflect the external portions of the investment pools sponsored by the Commonwealth.*

**Local Government Investment Pool (LGIP)** helps local governmental entities maximize their rate of return by commingling their resources for investment purposes.

**State Non-Arbitrage Pool (SNAP)** provides investment vehicles for local governmental entities to invest bond proceeds to ensure compliance with the Internal Revenue Code of 1986, as amended.

**SNAP Individual Investment Accounts** represent the aggregate activity of SNAP accounts, which are established for specific local governmental entities.



---

## Agency Funds

*Agency Funds report those funds for which the State acts solely in a custodial capacity. A description of the funds is presented below.*

**Funds for the Collection of Taxes and Fees** account for taxes and fees collected by the Commonwealth to be distributed to localities or other states.

**Employee Benefits Fund** accounts for undistributed withholdings for employee benefits.

**Contractor Deposit Fund** (formerly Mined Land Deposits Fund) accounts for reimbursable deposits, including both cash and securities, from mining companies, road construction companies, and from motor fuels retailers to ensure performance meets regulatory standards.

**Deposits of Insurance Carriers Fund** accounts for security deposits of insurance carriers as protection to the policy holders of the Commonwealth.

**Inmate and Ward Fund** accounts for the savings of inmates and wards of the Departments of Corrections and Juvenile Justice.

**Child Support Collections Fund** accounts for court-ordered child support payments that flow through the Department of Social Services.

**Mental Health Patient Fund** accounts for the savings of patients in the Commonwealth's mental health facilities.

**Mental Health Non-patient Fund** accounts for the savings of nonpatients in the Commonwealth's mental health facilities.

**Optional Life Insurance Fund** accounts for optional life insurance payments collected from employees as a supplement to the state's basic life insurance plan.

**Comptroller's Debt Setoff Fund** accounts for monies held in a suspense status while research is conducted to determine the party entitled to the funds.

**Unclaimed Property of Other States Fund** accounts for unclaimed property that is due to other states.

**Legal Settlement Fund** accounts for receipts from court judgments that are deposited and subsequently distributed to the appropriate injured parties.

**Consumer Services Fund** accounts for deposits made by businesses that will provide assistance to individuals suffering losses associated with these businesses and will be returned after dispute resolution.

**Department of State Police Fund** accounts for seized assets that are deposited and subsequently distributed to the appropriate parties pursuant to court orders.

**Aviation Fund** accounts for funds held in lieu of insurance for pilot licensure.

**Virginia School for the Deaf and the Blind Fund** accounts for student funds used to establish new activities for students.

**Woodrow Wilson Rehabilitation Center Fund** accounts for student funds held by the Center.

**Dog and Cat Sterilization Fund** accounts for the collections from individual vehicle registrations designated for dog and cat sterilization programs within the locality of residence.

**Milk Commission Fund** accounts for deposits from milk producers that will be distributed to individual farmers to offset delivery expenses and losses incurred.

**State Corporation Commission Fund** accounts for deposits made by a business as a result of a legal settlement that will be distributed to individuals following dispute resolution. As of June 30, 2004, all funds from this settlement have been distributed, and the fund has been dissolved.

**Department of Environmental Quality** accounts for deposits from the EPA as a result of a legal settlement which will be distributed to localities to retro-fit school buses.

# **Combining Statement of Fiduciary Net Assets – Private Purpose Funds**

June 30, 2004

(Dollars in Thousands)

	Unclaimed Property	Education Savings Trust Funds	Loan Servicing Reserve
<b>Assets</b>			
Cash and Cash Equivalents	\$ 35,258	\$ 3,006	\$ 540
Investments:			
Stocks	98,074	29,339	-
Index and Pooled Funds	-	107,426	-
Mutual and Money Market Funds	15,670	7,348,278	-
Short-term Investments	-	-	-
Other	436	61,309	-
Total Investments	114,180	7,546,352	-
Receivables:			
Contributions	-	245	-
Interest and Dividends	-	312	-
Other Receivables	-	-	-
Total Receivables	-	557	-
Due from Other Funds	-	-	-
Total Assets	149,438	7,549,915	540
<b>Liabilities</b>			
Accounts Payable and Accrued Expenses	323	127	-
Obligations Under Securities Lending Program	398	-	-
Other Liabilities	-	8	-
Compensated Absences Payable	126	-	-
Insurance Premiums and Claims Payable	24,191	-	-
Pension Liability	156	-	-
Total Liabilities	25,194	135	-
Net Assets Held in Trust for Participants	\$ 124,244	\$ 7,549,780	\$ 540

<b>Edvantage Reserve</b>	<b>Virginia Revolving Farm Loan Program</b>	<b>Miscellaneous Trust</b>	<b>Total</b>
\$ 1,654	\$ 5,664	\$ 18	\$ 46,140
-	-	-	127,413
-	-	-	107,426
-	-	-	7,363,948
-	-	18	18
439	1,503	30	63,717
439	1,503	48	7,662,522
-	-	-	-
-	-	-	245
-	-	-	312
-	298	-	298
-	298	-	855
7	-	-	7
2,100	7,465	66	7,709,524
-	-	-	-
-	3	-	453
439	1,503	-	2,340
-	-	-	8
-	9	-	135
-	-	-	24,191
-	4	-	160
439	1,519	-	27,287
\$ 1,661	\$ 5,946	\$ 66	\$ 7,682,237

## Combining Statement of Changes in Fiduciary Net Assets – Private Purpose Funds

For the Fiscal Year June 30, 2004  
(Dollars in Thousands)

	Unclaimed Property	Education Savings Trust Funds	Loan Servicing Reserve
<b>Additions:</b>			
Investment Income:			
Interest, Dividends, and Other			
Investment Income	\$ -	\$ 768,697	\$ -
Total Investment Income	-	768,697	-
Less Investment Expenses	-	9,963	-
Net Investment Income	-	758,734	-
Proceeds from Unclaimed Property	150,722	-	-
Contributions:			
Participant	-	3,545,496	-
Total Contributions	-	3,545,496	-
Other Revenue	2	-	-
Total Additions	150,724	4,304,230	-
<b>Deductions:</b>			
Payment to Literary Fund	50,000	-	-
Loan Servicing Payments	-	-	-
Tuition Benefits	-	108,149	-
Insurance Premiums and Claims	19,999	-	-
Trust Payments	-	-	-
Administrative Expenses	3,325	6,173	-
Shares Redeemed	-	271,946	-
Total Deductions	73,324	386,268	-
Net Increase	77,400	3,917,962	-
Net Assets Held in Trust for Participants			
<b>July 1</b>	46,844	3,631,818	540
<b>June 30</b>	\$ 124,244	\$ 7,549,780	\$ 540

<b>Edvantage Reserve</b>	<b>Virginia Revolving Farm Loan Program</b>	<b>Miscellaneous Trust</b>	<b>Total</b>
\$ 38	\$ 147	\$ 1	\$ 768,883
38	147	1	768,883
-	-	-	9,963
38	147	1	758,920
-	-	-	150,722
-	-	-	3,545,496
-	-	-	3,545,496
43	-	-	45
81	147	1	4,455,183
-	-	-	50,000
40	63	-	103
-	-	-	108,149
-	-	-	19,999
-	-	1	1
-	9	-	9,507
-	-	-	271,946
40	72	1	459,705
41	75	-	3,995,478
1,620	5,871	66	3,686,759
\$ 1,661	\$ 5,946	\$ 66	\$ 7,682,237

# Combining Statement of Fiduciary Net Assets – Pension Trust Funds

June 30, 2004

(Dollars in Thousands)

	Virginia Retirement System	State Police Officers' Retirement System	Judicial Retirement System	Virginia Law Officers' Retirement System
<b>Assets</b>				
Cash and Cash Equivalents	\$ 131,301	\$ 1,642	\$ 916	\$ 1,677
Investments:				
Bonds and Mortgage Securities	6,757,560	86,617	48,281	88,428
Stocks	13,412,668	171,921	95,829	175,515
Fixed Income Commingled Funds	1,155,781	14,815	8,258	15,124
Index and Pooled Funds	11,059,500	141,758	79,017	144,722
Real Estate	1,029,870	13,201	7,358	13,477
Venture Capital	1,882,348	24,128	13,449	24,632
Short-term Investments	1,418,222	18,178	10,131	18,558
Other	4,083,282	52,338	29,174	53,433
Total Investments	40,799,231	522,956	291,497	533,889
Receivables:				
Contributions	92,182	610	747	2,338
Interest and Dividends	80,138	1,027	573	1,049
Receivable for Security				
Transactions	2,148,767	27,542	15,352	28,118
Other Receivables	6,231	60	34	62
Total Receivables	2,327,318	29,239	16,706	31,567
Due from Fiduciary Funds	5,885	2,305	1,831	2,329
Furniture and Equipment	6,089	-	-	-
Total Assets	43,269,824	556,142	310,950	569,462
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	15,714	184	103	188
Due to Fiduciary Funds	11,293	-	-	2
Obligations Under Securities Lending Program	2,955,932	37,888	21,119	38,681
Other Liabilities	1,045	7	4	7
Retirement Benefits Payable	145,596	2,191	1,786	1,805
Refunds Payable	5,560	19	-	268
Compensated Absences Payable	1,161	-	-	-
Insurance Premiums and Claims Payable	-	-	-	-
Payable for Security Transactions	2,349,115	30,110	16,784	30,740
Pension Liability	1,470	18	10	8
Total Liabilities	5,486,886	70,417	39,806	71,699
Net Assets Held in Trust for Pension/				
Other Employment Benefits	\$ 37,782,938	\$ 485,725	\$ 271,144	\$ 497,763

Political Appointees	Other Employment Retiree Health Insurance Credit	Other Employment Group Life	Other Employment Virginia Sickness and Disability	Other Employment Volunteer Firefighters and Rescue Squad Workers	Total
\$ -	\$ 396	\$ 2,773	\$ 350	\$ -	\$ 139,055
694	20,849	146,188	18,477	-	7,167,094
1,977	41,381	290,160	36,675	-	14,226,126
-	3,566	25,003	3,160	-	1,225,707
433	34,121	239,253	30,240	-	11,729,044
-	3,177	22,280	2,816	-	1,092,179
-	5,808	40,721	5,147	-	1,996,233
-	4,376	30,682	3,878	-	1,504,025
-	12,598	88,335	11,165	575	4,330,900
3,104	125,876	882,622	111,558	575	43,271,308
-	5,141	1,214	1,488	-	103,720
-	247	1,734	219	-	84,987
-	6,629	46,485	5,875	-	2,278,768
-	34	102	1,268	-	7,791
-	12,051	49,535	8,850	-	2,475,266
-	5,264	360	12	-	17,986
-	-	-	-	-	6,089
3,104	143,587	935,290	120,770	575	45,909,704
-	5,516	312	2,089	-	24,106
-	713	6,742	691	-	19,441
-	9,120	63,947	8,082	-	3,134,769
-	2	11	1	-	1,077
-	-	-	-	-	151,378
-	93	95	162	-	6,197
-	-	-	-	-	1,161
-	-	34,900	-	-	34,900
-	7,248	50,819	6,423	-	2,491,239
-	25	59	39	-	1,629
-	22,717	156,885	17,487	-	5,865,897
\$ 3,104	\$ 120,870	\$ 778,405	\$ 103,283	\$ 575	\$ 40,043,807

# Combining Statement of Changes in Fiduciary Net Assets – Pension Trust Funds

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Virginia Retirement System	State Police Officers' Retirement System	Judicial Retirement System	Virginia Law Officers' Retirement System
<b>Additions:</b>				
Investment Income:				
Interest, Dividends, and Other				
Investment Income	\$ 5,888,563	\$ 75,743	\$ 41,925	\$ 72,355
Total Investment Income	5,888,563	75,743	41,925	72,355
Less Investment Expenses	137,286	1,766	978	1,687
Net Investment Income	5,751,277	73,977	40,947	70,668
Contributions:				
Member	649,789	4,827	2,568	15,583
Employer	446,084	10,405	15,190	40,709
Total Contributions	1,095,873	15,232	17,758	56,292
Other Revenue	908	-	-	-
Total Additions	6,848,058	89,209	58,705	126,960
<b>Deductions:</b>				
Retirement Benefits	1,692,166	26,336	22,706	19,784
Refunds to Former Members	80,237	731	-	3,998
Retiree Health Insurance Credits	-	-	-	-
Insurance Premiums and Claims	-	-	-	-
Administrative Expenses	18,302	215	118	198
Other Expenses	-	-	-	-
Long Term Disability Benefits	-	-	-	-
Total Deductions	1,790,705	27,282	22,824	23,980
<b>Transfers:</b>				
Transfers In	-	-	-	10
Transfers Out	(10)	-	-	-
Total Transfers	(10)	-	-	10
Net Increase	5,057,343	61,927	35,881	102,990
Net Assets Held in Trust for Pension/ Other Employment Benefits				
July 1	32,725,595	423,798	235,263	394,773
June 30	\$ 37,782,938	\$ 485,725	\$ 271,144	\$ 497,763



Political Appointees	Other Employment Retiree Health Insurance Credit	Other Employment Group Life	Other Employment Virginia Sickness and Disability	Other Employment Volunteer Firefighters and Rescue Squad Workers	Total
\$ 348	\$ 15,954	\$ 136,907	\$ 14,537	\$ 84	\$ 6,246,416
348	15,954	136,907	14,537	84	6,246,416
-	372	3,192	339	-	145,620
348	15,582	133,715	14,198	84	6,100,796
406	-	12	-	46	673,231
306	78,383	8	35,247	66	626,398
712	78,383	20	35,247	112	1,299,629
-	-	-	-	-	908
1,060	93,965	133,735	49,445	196	7,401,333
172	-	-	-	-	1,761,164
-	-	-	-	2	84,968
-	64,920	-	-	-	64,920
-	-	106,031	-	-	106,031
8	376	621	678	-	20,516
-	-	372	-	-	372
-	-	-	23,835	-	23,835
180	65,296	107,024	24,513	2	2,061,806
-	-	-	-	-	10
-	-	-	-	-	(10)
-	-	-	-	-	-
880	28,669	26,711	24,932	194	5,339,527
2,224	92,201	751,694	78,351	381	34,704,280
\$ 3,104	\$ 120,870	\$ 778,405	\$ 103,283	\$ 575	\$ 40,043,807

# Combining Statement of Fiduciary Net Assets – Investment Trust Funds

June 30, 2004

(Dollars in Thousands)

	Local Government Investment Pool (LGIP)	State Non-Arbitrage Pool (SNAP)	SNAP Individual Investment Accounts	Total
<b>Assets</b>				
Cash and Cash Equivalents	\$ 1,135,679	\$ 1,307,427	160,625	\$ 2,603,731
Investments:				
Short-term Investments	1,112,754	-	-	1,112,754
Total Investments	1,112,754	-	-	1,112,754
Receivables:				
Interest and Dividends	2,960	1,821	1,026	5,807
Total Receivables	2,960	1,821	1,026	5,807
Due from Other Funds	-	-	-	-
Inventory	-	-	-	-
Other Assets	-	77	-	77
Total Assets	2,251,393	1,309,325	161,651	3,722,369
<b>Liabilities</b>				
Other Liabilities	-	379	-	379
Total Liabilities	-	379	-	379
<b>Net Assets Held in Trust for</b>				
Pool Participants	\$ 2,251,393	\$ 1,308,946	161,651	\$ 3,721,990

# **Combining Statement of Changes in Fiduciary Net Assets - Investment Trust Funds**

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Local Government Investment Pool (LGIP)	State Non-Arbitrage Pool (SNAP)	SNAP Individual Investment Accounts	Total
<b>Additions:</b>				
Investment Income:				
Interest, Dividends, and Other				
Investment Income	\$ 17,048	\$ (24,246)	973	\$ (6,225)
Distributions to Shareholders from Net Investment Income	(17,048)	-	-	(17,048)
Net Investment Income	-	(24,246)	973	(23,273)
Shares Sold	3,301,047	1,219,844	-	4,520,891
Reinvested Distributions	17,049	-	-	17,049
Total Additions	3,318,096	1,195,598	973	4,514,667
<b>Deductions:</b>				
Shares Redeemed	(3,407,331)	(988,500)	(32,558)	(4,428,389)
Total Deductions	(3,407,331)	(988,500)	(32,558)	(4,428,389)
<b>Transfers:</b>				
Distribution	-	(94,096)	94,096	-
Maturities	-	45,605	(45,605)	-
Investment Income	-	2,060	(2,060)	-
Total Transfers	-	(46,431)	46,431	-
Net Increase (Decrease)	(89,235)	160,667	14,846	86,278
Net Assets Held in Trust for Pool Participants				
<b>July 1, as restated</b>	2,340,628	1,148,279	146,805	3,635,712
<b>June 30</b>	<u>\$ 2,251,393</u>	<u>\$ 1,308,946</u>	<u>161,651</u>	<u>\$ 3,721,990</u>

# Combining Statement of Fiduciary Net Assets – Agency Funds

June 30, 2004

(Dollars in Thousands)

	Funds for the Collection of Taxes	Employee Benefits	Contractor Deposits	Deposits of Insurance Carriers
<b>Assets</b>				
Cash and Cash Equivalents	\$ 140,846	\$ 3,249	\$ 23,267	\$ 9,706
Investments:				
Short-term Investments	-	-	-	387,746
Other	270	-	2,106	-
Total Investments	270	-	2,106	387,746
Receivables:				
Accounts	55,611	-	-	-
Total Receivables	55,611	-	-	-
Due from Other Funds	3	-	34	-
Due from Fiduciary Funds	-	-	-	-
Total Assets	\$ 196,730	\$ 3,249	\$ 25,407	\$ 397,452
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	\$ -	\$ 3,249	\$ -	\$ -
Amounts Due to Other Governments	196,460	-	-	-
Due to Other Funds	-	-	-	-
Due to Fiduciary Funds	-	-	-	-
Obligations Under Securities Lending Program	270	-	2,106	-
Other Liabilities	-	-	23,301	397,452
Insurance Premiums and Claims Payable	-	-	-	-
Total Liabilities	\$ 196,730	\$ 3,249	\$ 25,407	\$ 397,452

Inmate and Ward	Child Support Collection	Mental Health Patient	Mental Health Non- Patient	Optional Life Insurance	Comptroller's Debt Setoff	Unclaimed Property of Other States
\$ 5,432	\$ 29,354	\$ 1,873	\$ 23	\$ 1,604	\$ 960	\$ 2,157
805	-	573	-	-	-	-
-	-	-	-	-	-	-
805	-	573	-	-	-	-
508	129	-	-	-	-	-
508	129	-	-	-	-	-
-	101	-	-	-	-	-
-	-	-	-	1,815	-	-
\$ 6,745	\$ 29,584	\$ 2,446	\$ 23	\$ 3,419	\$ 960	\$ 2,157
\$ 1,583	\$ 158	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	2,157
151	-	-	-	-	-	-
-	-	-	-	360	-	-
-	-	-	-	-	-	-
5,011	29,426	2,446	23	-	960	-
-	-	-	-	3,059	-	-
\$ 6,745	\$ 29,584	\$ 2,446	\$ 23	\$ 3,419	\$ 960	\$ 2,157

Continued on next page

**Combining Statement of Fiduciary Net Assets – Agency Funds** *(Continued from previous page)*

June 30, 2004

(Dollars in Thousands)

	Legal Settlement	Consumer Services	Department of State Police	Aviation
<b>Assets</b>				
Cash and Cash Equivalents	\$ 1,739	\$ 324	\$ 657	\$ 94
Investments:				
Short-term Investments	-	246	112	73
Other	275	-	-	-
Total Investments	275	246	112	73
Receivables:				
Accounts	-	-	-	-
Total Receivables	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Fiduciary Funds	-	-	-	-
Total Assets	\$ 2,014	\$ 570	\$ 769	\$ 167
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	\$ -	\$ -	\$ -	\$ -
Amounts Due to Other Governments	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Fiduciary Funds	-	-	-	-
Obligations Under Securities Lending Program	275	-	-	-
Other Liabilities	1,739	570	769	167
Insurance Premiums and Claims Payable	-	-	-	-
Total Liabilities	\$ 2,014	\$ 570	\$ 769	\$ 167

Virginia School for the Deaf and Blind	Woodrow Wilson Rehabilitation Center	Dog and Cat Sterilization	Milk Commission	State Corporation Commission	Department of Environmental Quality	Total
\$ 35	\$ 6	\$ 2	\$ 2	\$ -	\$ 3,000	\$ 224,330
-	-	-	-	-	-	389,555
-	-	-	-	-	-	2,651
-	-	-	-	-	-	392,206
-	-	-	-	-	-	56,248
-	-	-	-	-	-	56,248
-	-	-	-	-	-	138
-	-	-	-	-	-	1,815
\$ 35	\$ 6	\$ 2	\$ 2	\$ -	\$ 3,000	\$ 674,737
\$ -	\$ -	\$ -	\$ 2	\$ -	\$ -	\$ 4,992
-	-	2	-	-	-	198,619
-	-	-	-	-	-	151
-	-	-	-	-	-	360
-	-	-	-	-	-	2,651
35	6	-	-	-	3,000	464,905
-	-	-	-	-	-	3,059
\$ 35	\$ 6	\$ 2	\$ 2	\$ -	\$ 3,000	\$ 674,737

**Combining Statement of Changes in Assets and Liabilities –  
Agency Funds**

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Funds for the Collection of Taxes and Fees</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 129,746	\$ 1,109,616	\$ 1,098,516	\$ 140,846
Investments - Other	-	270	-	270
Due from Other Funds	-	3	-	3
Accounts Receivable (Net)	90,995	55,611	90,995	55,611
Total Assets	<u>\$ 220,741</u>	<u>\$ 1,165,500</u>	<u>\$ 1,189,511</u>	<u>\$ 196,730</u>
<b>Liabilities:</b>				
Amounts Due to Other Governments	\$ 220,741	\$ 1,165,227	\$ 1,189,508	\$ 196,460
Obligations Under Securities Lending Program	-	270	-	270
Total Liabilities	<u>\$ 220,741</u>	<u>\$ 1,165,497</u>	<u>\$ 1,189,508</u>	<u>\$ 196,730</u>
<b>Employee Benefits</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 2,910	\$ 184,698	\$ 184,359	\$ 3,249
Total Assets	<u>\$ 2,910</u>	<u>\$ 184,698</u>	<u>\$ 184,359</u>	<u>\$ 3,249</u>
<b>Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 2,910	\$ 184,698	\$ 184,359	\$ 3,249
Total Liabilities	<u>\$ 2,910</u>	<u>\$ 184,698</u>	<u>\$ 184,359</u>	<u>\$ 3,249</u>
<b>Contractor Deposits Fund</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 21,415	\$ 7,728	\$ 5,876	\$ 23,267
Investments - Other	624	2,106	624	2,106
Due from Other Funds	-	34	-	34
Total Assets	<u>\$ 22,039</u>	<u>\$ 9,868</u>	<u>\$ 6,500</u>	<u>\$ 25,407</u>
<b>Liabilities:</b>				
Obligations Under Securities Lending Program	\$ 624	\$ 2,106	\$ 624	\$ 2,106
Other Liabilities	21,415	7,762	5,876	23,301
Total Liabilities	<u>\$ 22,039</u>	<u>\$ 9,868</u>	<u>\$ 6,500</u>	<u>\$ 25,407</u>
<b>Deposits of Insurance Carriers</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 8,278	\$ 2,438	\$ 1,010	\$ 9,706
Investments - Short-term	410,391	112,133	134,778	387,746
Total Assets	<u>\$ 418,669</u>	<u>\$ 114,571</u>	<u>\$ 135,788</u>	<u>\$ 397,452</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 418,669	\$ 114,571	\$ 135,788	\$ 397,452
Total Liabilities	<u>\$ 418,669</u>	<u>\$ 114,571</u>	<u>\$ 135,788</u>	<u>\$ 397,452</u>



	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Inmate and Ward</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 4,306	\$ 1,233	\$ 107	\$ 5,432
Investments - Short-term	663	142	-	805
Accounts Receivable (Net)	500	15	7	508
Total Assets	<u>\$ 5,469</u>	<u>\$ 1,390</u>	<u>\$ 114</u>	<u>\$ 6,745</u>
<b>Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 486	\$ 1,572	\$ 475	\$ 1,583
Due to Other Funds	350	200	399	151
Other Liabilities	4,633	489	111	5,011
Total Liabilities	<u>\$ 5,469</u>	<u>\$ 2,261</u>	<u>\$ 985</u>	<u>\$ 6,745</u>
<b>Child Support Collections</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 29,279	\$ 75	\$ -	\$ 29,354
Accounts Receivable	-	1,651	1,522	129
Due from Other Funds	217	101	217	101
Total Assets	<u>\$ 29,496</u>	<u>\$ 1,827</u>	<u>\$ 1,739</u>	<u>\$ 29,584</u>
<b>Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 66	\$ 92	\$ -	\$ 158
Due to Other Funds	3,501	-	3,501	-
Other Liabilities	25,929	6,850	3,353	29,426
Total Liabilities	<u>\$ 29,496</u>	<u>\$ 6,942</u>	<u>\$ 6,854</u>	<u>\$ 29,584</u>
<b>Mental Health Patient</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,959	\$ 4,344	\$ 4,430	\$ 1,873
Investments - Short-term	620	135	182	573
Total Assets	<u>\$ 2,579</u>	<u>\$ 4,479</u>	<u>\$ 4,612</u>	<u>\$ 2,446</u>
<b>Liabilities:</b>				
Other Liabilities	<u>\$ 2,579</u>	<u>\$ 4,479</u>	<u>\$ 4,612</u>	<u>\$ 2,446</u>
Total Liabilities	<u>\$ 2,579</u>	<u>\$ 4,479</u>	<u>\$ 4,612</u>	<u>\$ 2,446</u>
<b>Mental Health Non-patient</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 20	\$ 3	\$ -	\$ 23
Total Assets	<u>\$ 20</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 23</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 20	\$ 3	\$ -	\$ 23
Total Liabilities	<u>\$ 20</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 23</u>

Continued on next page

**Combining Statement of Changes in Assets and Liabilities –  
Agency Funds** *(Continued from previous page)*

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Optional Life Insurance</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,171	\$ 20,747	\$ 20,314	\$ 1,604
Due from Fiduciary Funds	1,772	43	-	1,815
Total Assets	<u>\$ 2,943</u>	<u>\$ 20,790</u>	<u>\$ 20,314</u>	<u>\$ 3,419</u>
<b>Liabilities:</b>				
Insurance Premiums and Claims Payable	\$ 2,943	\$ 116	\$ -	\$ 3,059
Due to Fiduciary Funds	-	360	-	360
Total Liabilities	<u>\$ 2,943</u>	<u>\$ 476</u>	<u>\$ -</u>	<u>\$ 3,419</u>
<b>Comptroller's Debt Setoff</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1,166	\$ 8,620	\$ 8,826	\$ 960
Total Assets	<u>\$ 1,166</u>	<u>\$ 8,620</u>	<u>\$ 8,826</u>	<u>\$ 960</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 1,166	\$ 8,620	\$ 8,826	\$ 960
Total Liabilities	<u>\$ 1,166</u>	<u>\$ 8,620</u>	<u>\$ 8,826</u>	<u>\$ 960</u>
<b>Unclaimed Property of Other States</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 2,827	\$ 671	\$ 1,341	\$ 2,157
Total Assets	<u>\$ 2,827</u>	<u>\$ 671</u>	<u>\$ 1,341</u>	<u>\$ 2,157</u>
<b>Liabilities:</b>				
Amounts Due to Other Governments	\$ 2,827	\$ 671	\$ 1,341	\$ 2,157
Total Liabilities	<u>\$ 2,827</u>	<u>\$ 671</u>	<u>\$ 1,341</u>	<u>\$ 2,157</u>
<b>Legal Settlement</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 771	\$ 1,142	\$ 174	\$ 1,739
Investments - Other	-	275	-	275
Total Assets	<u>\$ 771</u>	<u>\$ 1,417</u>	<u>\$ 174</u>	<u>\$ 2,014</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 771	\$ 1,142	\$ 174	\$ 1,739
Obligations Under Securities Lending Program	-	275	-	275
Total Liabilities	<u>\$ 771</u>	<u>\$ 1,417</u>	<u>\$ 174</u>	<u>\$ 2,014</u>

	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Consumer Services</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 268	\$ 344	\$ 288	\$ 324
Investments - Short-term	167	94	15	246
Total Assets	<u>\$ 435</u>	<u>\$ 438</u>	<u>\$ 303</u>	<u>\$ 570</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 435	\$ 438	\$ 303	\$ 570
Total Liabilities	<u>\$ 435</u>	<u>\$ 438</u>	<u>\$ 303</u>	<u>\$ 570</u>
<b>Department of State Police</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 388	\$ 1,504	\$ 1,235	\$ 657
Investments - Short-term	12	105	5	112
Total Assets	<u>\$ 400</u>	<u>\$ 1,609</u>	<u>\$ 1,240</u>	<u>\$ 769</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 400	\$ 1,609	\$ 1,240	\$ 769
Total Liabilities	<u>\$ 400</u>	<u>\$ 1,609</u>	<u>\$ 1,240</u>	<u>\$ 769</u>
<b>Aviation</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 68	\$ 26	\$ -	\$ 94
Investments - Short-term	48	25	-	73
Total Assets	<u>\$ 116</u>	<u>\$ 51</u>	<u>\$ -</u>	<u>\$ 167</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 116	\$ 51	\$ -	\$ 167
Total Liabilities	<u>\$ 116</u>	<u>\$ 51</u>	<u>\$ -</u>	<u>\$ 167</u>
<b>Virginia School for the Deaf and Blind</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 37	\$ 23	\$ 25	\$ 35
Total Assets	<u>\$ 37</u>	<u>\$ 23</u>	<u>\$ 25</u>	<u>\$ 35</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 37	\$ 23	\$ 25	\$ 35
Total Liabilities	<u>\$ 37</u>	<u>\$ 23</u>	<u>\$ 25</u>	<u>\$ 35</u>

Continued on next page

**Combining Statement of Changes in Assets and Liabilities –  
Agency Funds** *(Continued from previous page)*

For the Fiscal Year Ended June 30, 2004  
(Dollars in Thousands)

	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Woodrow Wilson Rehabilitation Center</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 7	\$ 44	\$ 45	\$ 6
Total Assets	<u>\$ 7</u>	<u>\$ 44</u>	<u>\$ 45</u>	<u>\$ 6</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 7	\$ 44	\$ 45	\$ 6
Total Liabilities	<u>\$ 7</u>	<u>\$ 44</u>	<u>\$ 45</u>	<u>\$ 6</u>
<b>Dog and Cat Sterilization</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 2	\$ 160	\$ 160	\$ 2
Total Assets	<u>\$ 2</u>	<u>\$ 160</u>	<u>\$ 160</u>	<u>\$ 2</u>
<b>Liabilities:</b>				
Amounts Due to Other Governments	\$ 2	\$ 160	\$ 160	\$ 2
Total Liabilities	<u>\$ 2</u>	<u>\$ 160</u>	<u>\$ 160</u>	<u>\$ 2</u>
<b>Milk Commission</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 1	\$ 15	\$ 14	\$ 2
Total Assets	<u>\$ 1</u>	<u>\$ 15</u>	<u>\$ 14</u>	<u>\$ 2</u>
<b>Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 1	\$ 15	\$ 14	\$ 2
Total Liabilities	<u>\$ 1</u>	<u>\$ 15</u>	<u>\$ 14</u>	<u>\$ 2</u>
<b>State Corporation Commission</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 9,901	\$ -	\$ 9,901	\$ -
Investments - Short-term	6,880	-	6,880	-
Total Assets	<u>\$ 16,781</u>	<u>\$ -</u>	<u>\$ 16,781</u>	<u>\$ -</u>
<b>Liabilities:</b>				
Other Liabilities	\$ 16,781	\$ -	\$ 16,781	\$ -
Total Liabilities	<u>\$ 16,781</u>	<u>\$ -</u>	<u>\$ 16,781</u>	<u>\$ -</u>

	Balance July 1 as restated	Additions	Deletions	Balance June 30
<b>Environmental Quality</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ -	\$ 3,000	\$ -	\$ 3,000
Total Assets	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 3,000</u>
<b>Liabilities:</b>				
Other Liabilities	\$ -	\$ 3,000	\$ -	\$ 3,000
Total Liabilities	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 3,000</u>
<b>Totals - Agency Funds</b>				
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 214,520	\$ 1,346,431	\$ 1,336,621	\$ 224,330
Investments - Short-term	418,781	112,634	141,860	389,555
Investments - Other	624	2,651	624	2,651
Accounts Receivable (Net)	91,495	57,277	92,524	56,248
Due from Other Funds	217	138	217	138
Due from Fiduciary Funds	1,772	43	-	1,815
Total Assets	<u>\$ 727,409</u>	<u>\$ 1,519,174</u>	<u>\$ 1,571,846</u>	<u>\$ 674,737</u>
<b>Liabilities:</b>				
Accounts Payable and Accrued Expenses	\$ 3,463	\$ 186,377	\$ 184,848	\$ 4,992
Amounts Due to Other Governments	223,570	1,166,058	1,191,009	198,619
Due to Other Funds	3,851	200	3,900	151
Due to Fiduciary Funds	-	360	-	360
Obligations Under Securities Lending Program	624	2,651	624	2,651
Other Liabilities	492,958	149,081	177,134	464,905
Insurance Premiums and Claims Payable	2,943	116	-	3,059
Total Liabilities	<u>\$ 727,409</u>	<u>\$ 1,504,843</u>	<u>\$ 1,557,515</u>	<u>\$ 674,737</u>

